

General Assembly

Amendment

February Session, 2004

LCO No. 4727

SB0039104727SD0

Offered by:

SEN. DEFRONZO, 6th Dist.

To: Subst. Senate Bill No. **391**

File No. 317

Cal. No. 249

"AN ACT CONCERNING THE RETENTION OF SERVICE CONTRACT WORKERS."

- 1 Strike everything after the enacting clause and substitute the
- 2 following in lieu thereof:
- 3 "Section 1. (NEW) (Effective July 1, 2004) (a) As used in this section:
- 4 (1) "Awarding authority" means any person, including a contractor 5
- or subcontractor, who awards or otherwise enters into a contract to
- 6 perform any of the following services for the state: Janitorial, building
- maintenance, security, food and beverage, but does not include
- 8 services performed by any restaurant owned and operated by one or
- more individuals or an organization other than a publicly-traded
- 10 corporation.
- 11 (2) "Contractor" means any person who enters into a service
- 12 contract, valued at one hundred thousand dollars per year or more,
- 13 with the awarding authority and any subcontractors to such service
- 14 contract at any tier.

(3) "Employee" means any person engaged to perform any of the following services: Janitorial, building maintenance, security, food and beverage, but does not include services performed by any restaurant owned and operated by one or more individuals or an organization other than a publicly-traded corporation, but does not include a person who is (A) a managerial, supervisory or confidential employee, including any person who would be so defined under the National Labor Relations Act, (B) employed for less than ten hours per week, or (C) employed by a terminated contractor for less than ninety days immediately preceding the termination date of the service contract.

- (4) "Person" means any individual, proprietorship, partnership, joint venture, corporation, limited liability company, trust association, the state or other entity that may employ or enter into other contracts.
- (5) "Service contract" means a contract let to a contractor by the awarding authority for the furnishing of any service listed in subdivision (3) of this subsection.
- (6) "Successor service contract" means a service contract with the awarding authority under which substantially the same services to be performed have previously been rendered to the awarding authority as part of the same program or at the same facility under another service contract or have previously been rendered by the awarding authority's own employees.
- (7) "Terminated contractor" means a contractor whose service contract expires without renewal or whose contract is terminated, and includes the awarding authority itself when work previously rendered by the awarding authority's own employees is the subject of a successor service contract.
- (8) "Successor contractor" means a contractor awarded a service contract to provide substantially the same services previously rendered to the awarding authority as part of the same program or at the same facility under another service contract.

(b) Each awarding authority that enters into a service contract to be performed within this state shall be subject to the following obligations:

- (1) The awarding authority shall give advance notice to a contractor and the exclusive bargaining representative of any of the contractor's employees, of the termination of such service contract and shall provide the contractor and the exclusive bargaining representative with the name, telephone number and address of the successor contractor or contractors, if known. The terminated contractor shall, not later than three days after receipt of such notice, provide the successor contractor with the name, date of hire and employment occupation classification of each person employed by the terminated contractor at the site or sites covered by the service contract as of the date the terminated contractor receives the notice of termination.
- (2) On the date the service contract terminates, the terminated contractor shall provide the successor contractor with updated information concerning the name, date of hire and employment occupation classification of each person employed by the terminated contractor at the site or sites covered by the service contract, to ensure that such information is current up to the actual date of service contract termination.
- (3) If the awarding authority fails to notify the terminated contractor of the identity of the successor contractor, as required by subdivision (1) of this subsection, the terminated contractor shall provide the information described in subdivision (2) of this subsection to the awarding authority not later than three days after receiving notice that the service contract will be terminated. The awarding authority shall be responsible for providing such information to the successor contractor as soon as the successor contractor has been selected.
- (4) (A) A successor contractor shall retain, for at least sixty days from the date of first performance of services under the successor service contract, all of the employees who were employed by the

terminated contractor at the site or sites covered by the service contract.

- (B) The provisions of this section shall not apply: (i) If the Commissioner of Administrative Services or any awarding authority has made a finding that the current contractor has been grossly negligent in performing any duty under such contract, or (ii) to any portion of a set-aside contract under the provisions of title 10 or 17b of the general statutes, except that such exclusion shall not apply if a written agreement prohibits termination of employees except for just cause.
- (C) In the event the successor service contract is terminated prior to the expiration of such sixty-day period, then any contractor awarded a subsequent successor service contract shall be bound by the requirements set forth in this subsection to retain, for a new sixty-day period commencing with the onset of the subsequent successor service contract, all of the employees who were previously employed by any one or more of the terminated contractors at the site or sites covered by the service contract.
- (D) At least five days prior to the termination of a service contract, or at least fifteen days prior to the commencement of the first performance of service under a successor service contract, whichever is later, the successor contractor shall hand deliver a written offer of employment to each such employee in such employee's native language or any other language in which such employee is fluent and information concerning such employee's rights under the provisions of this section. Each offer of employment shall state the time within which such employee must accept such offer but in no case shall that time be less than ten days from the date of the offer of employment.
- (5) If at any time a successor contractor determines that fewer employees are required to perform the successor service contract than were required by the terminated contractor, the successor contractor shall be required to retain such employees by seniority within each job

classification, based upon the employees' total length of service at the affected site or sites.

- (6) During such sixty-day period, the successor contractor shall maintain a preferential hiring list of employees eligible for retention pursuant to subdivision (4) of this subsection, who were not initially retained by the successor contractor, from which the successor contractor shall hire additional employees, if necessary.
- (7) Except as provided under subdivision (6) of this subsection, during such sixty-day period, the successor contractor shall not discharge without just cause an employee retained pursuant to this section. For purposes of this subdivision, "just cause" shall be determined solely by the performance or conduct of the particular employee. At the end of such sixty-day period, the successor contractor shall prepare a written performance evaluation for each employee retained pursuant to this section, and, if such employee's performance is satisfactory, offer such employee continued employment as may be consistent with titles 10 and 17b of the general statutes.
- (c) Any awarding authority or contractor who knowingly violates the provisions of this section shall pay a penalty not to exceed one hundred dollars per employee for each day the violation continues.
- (d) The Labor Commissioner shall have the responsibility for the enforcement of the provisions of this section and in connection with such responsibility shall:
- (1) Cause a notice containing the provisions of this section to be sent to all persons currently engaged in performing any of the following services within the state and to all persons who shall in the future indicate on such application an intention to engage in such businesses, including any subcontracts for such services: Janitorial, building maintenance, security and food and beverage.
- 140 (2) Maintain a current list of all business privilege license holders for

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141 performing services listed in subdivision (1) of this subsection.

- (3) Investigate all complaints against any contractor or awarding authority and in connection with such complaint or with respect to any investigation shall have full power and authority to subpoena any witness, books, records or other data of any person for the purposes of obtaining information pertinent to such investigation. The Labor Commissioner shall make a finding, in writing, with respect to each complaint filed, and shall send a copy of the complaint to the complainant and the contractor and shall maintain the original on file.
- (4) Refer all complaints determined to have merit to the appropriate state department for revocation of the offending contractor's business privilege license.
- 153 (5) Monitor the operations of contractors and awarding authorities 154 to ensure compliance with the provisions of this section."

This act shall take effect as follows:	
Section 1	July 1, 2004

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